

DAILY MARKETS OVERVIEW

18 FEBRUARY 2019

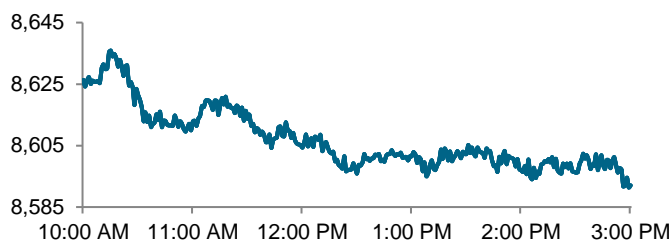
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,592	-0.4	-0.4	9.8	18.7
Saudi (NOMU)	3,455	0.7	0.7	37.0	9.1
Energy	4,586	0.2	0.2	-5.4	18.8
Materials	5,683	-0.2	-0.2	8.2	18.2
Capital Goods	3,995	-0.2	-0.2	2.4	22.3
Com. & Prof. Svc	4,317	-0.7	-0.7	4.3	18.4
Transportation	3,607	0.6	0.6	3.7	19.7
Cons. Durables & Apparel	3,718	-0.4	-0.4	1.5	NA
Consumer Services	3,176	0.2	0.2	7.8	NA
Media	10,293	-0.3	-0.3	1.1	NA
Retailing	6,701	-0.8	-0.8	-2.4	32.5
Food & Staples Retailing	5,707	-0.6	-0.6	-4.0	23.2
Food & Beverages	4,462	-0.4	-0.4	14.8	NA
Health Care Equipment	3,742	0.0	0.0	-0.4	20.2
Pharma, Biotech & Life Science	3,701	-0.5	-0.5	-4.6	25.8
Banks	8,267	-0.5	-0.5	14.6	14.3
Diversified Financials	3,642	-0.2	-0.2	4.7	NA
Insurance	4,188	-0.5	-0.5	0.3	NA
Telecommunication	5,946	-0.8	-0.8	10.0	18.7
Utilities	3,691	-0.7	-0.7	9.5	36.9
REITs	3,589	-0.1	-0.1	-1.0	NA
Real Estate	3,314	-0.4	-0.4	2.7	38.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	47.50	6.4%	4
SWICORP WABEL REIT FUND	8.58	5.9%	2
Al Gassim Investment Holding Co.	12.20	4.3%	58
Allied Cooperative Insurance Group	23.88	3.8%	7
Malath Cooperative Insurance and Reinsurance	12.10	3.2%	13

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Arab National Bank	17-Feb	4Q18	684.3	7.9	0.68	MISS
Jabal Omar Development	17-Feb	4Q18	-0.3	NM	0.00	NA
Yamama Cement	14-Feb	4Q18	7.0	-43.2	0.03	BEAT
Saudi International Petrochemical Co	13-Feb	4Q18	40.0	-75.7	0.11	MISS
Alawwal Bank	12-Feb	4Q18	309.4	-5.4	0.27	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 18, 2019

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.4% lower at 8,592, while NOMU ended 0.7% higher at 3,455 on Sunday. TASI traded value totaled SAR 1.9bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 33.4% of the daily traded value.
- Banks and Materials declined 0.5% and 0.2%, respectively. Telecom ended 0.8% lower. Transportation (up 0.6%) was the best sector performer. Among stocks, Saudi Cable Co. (2110/SCACO AB), SWICORP WABEL REIT FUND (4345/SWICORP AB), and Al Gassim Investment Holding Co. (6020/GACO AB) led the gainers.
- KSA's holdings of US Treasuries stood at USD 172bn (SAR 645bn) in 2018, up USD 24.2bn (SAR 90.7bn) Y/Y. The country raised its holdings of US Treasuries by USD 1.7bn (SAR 6.4bn) M/M in December 2018, maintaining its 11th place among the largest holders of US debt. (Source: Argaam)
- The Minister of Energy stated that KSA signed an agreement to supply Pakistan with crude oil and petroleum products to secure its fuel needs. (Source: Zawya)
- The Saudi General Authority for Statistics (GASTAT) revealed that prices of 70 goods and services in KSA dropped Y/Y, while those of 88 commodities rose in January 2019. (Source: Argaam)
- The Saudi Ministry of Commerce and Investment revealed that the total number of individual firms in KSA grew 16% Y/Y in 2018 to 945,278, while limited liability companies (LLCs) increased 11.4% Y/Y to 109,036 compared to 2017. (Source: Argaam)
- KSA signed a cooperation agreement with the UN's Food and Agriculture Organization (FAO) to provide technical and advisory support for the implementation of a sustainable agricultural rural development program for the next seven years. (Source: Argaam)
- Middle East Healthcare (4009/MEH AB) announced that it has successfully completed 66% of establishing its brand-new healthcare facility in Dammam, which is set to be completed by June 2019. (Source: Argaam)
- Tourism Enterprise Co. (4170/TECO AB) signed a Memorandum of Understanding (MoU) to acquire part of stakeholders' shares in unlisted firm Hemaia Group. The move comes in support of the firm's strategic plans to diversify its investments. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Abdullah A. M. Al-Khodari Sons Co.	5.12	-9.9%	1
Al RAJHI REIT	8.14	-3.8%	13
Amana Cooperative Insurance Co.	16.54	-3.7%	14
The Company for Cooperative Insurance	56.90	-2.4%	18
Dur Hospitality Co.	19.20	-1.8%	1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	123.60	-0.3%	204
Al Rajhi Bank	100.80	-0.6%	164
Alinma Bank	24.02	-0.3%	106
Saudi Cable Co.	47.50	6.4%	85
Saudi Kayan Petrochemical Co.	13.72	-0.3%	68

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,550	0.6	0.6	0.8	8.1
Abu Dhabi (ADX)	5,069	0.6	0.6	3.1	14.2
Kuwait (KSE)	5,209	-0.9	-0.9	0.5	17.2
Qatar (QE)	10,011	0.7	0.7	-2.8	14.3
Oman (MSM)	4,077	-0.8	-0.8	-5.7	8.4
Bahrain (BSE)	1,381	0.6	0.6	3.3	9.3
DJMENA Index	585	0.0	0.0	5.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,776	1.1	2.5	10.7	18.3
US (NASDAQ 100)	7,472	0.6	2.4	12.6	21.2
UK (FTSE 100)	7,237	0.6	2.3	7.6	15.9
Germany (DAX)	11,300	1.9	3.6	7.0	12.4
France (CAC 40)	5,153	1.8	3.9	8.9	15.4
Russia (MICEX)	2,490	1.2	-0.5	5.1	5.3
Japan (Nikkei)	20,901	-1.1	2.8	4.4	15.6
Hong Kong (HSI)	27,901	-1.9	-0.2	8.0	10.8
South Korea (KOSPI)	2,196	-1.3	0.9	7.6	10.7
China (SHCOMP)	2,682	-1.4	2.5	7.6	12.8
India (NIFTY)	10,724	-0.2	-2.0	-1.3	24.4
Brazil (IBOV)	97,526	-0.5	2.3	11.0	21.4
Turkey (BIST 100)	1,02,715	0.6	0.3	12.5	7.0
Egypt (EGX30)	14,984	0.0	1.6	14.9	14.3
MSCI Emerging Markets	1,031	-0.8	-0.5	6.7	12.5
MSCI World	2,067	0.9	2.3	9.7	16.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	66.3	2.6	6.7	23.1	3.0
Natural Gas (\$/mmbtu)	2.6	2.0	1.6	-10.7	-9.1
Gold (\$/oz)	1,322	0.7	0.5	3.0	-2.4
Silver (\$/oz)	15.8	1.1	-0.3	1.9	-6.4
Platinum (\$/oz)	808	2.5	0.9	1.5	-19.4
Copper (\$/t)	6,193	0.9	0.0	4.1	-13.3
Zinc (\$/t)	2,651	2.4	-1.9	5.3	-26.2
Lead (\$/mt)	2,068	1.7	0.1	2.9	-20.8
Wheat (\$/bu)	507	-0.7	-2.0	0.7	-7.0
Corn (\$/bu)	383	-0.1	2.3	2.1	-6.6
Sugar (\$/lb)	13.0	4.7	2.7	8.1	-11.7

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.68	-0.01	-0.12	0.00
Saudi Arabia	2.94	-0.01	-0.04	0.25
UAE	2.90	0.06	0.06	0.22
Kuwait	2.63	-0.06	0.31	-0.06
Qatar	2.89	0.00	-0.02	0.20
Bahrain	3.93	-0.02	-0.02	1.25

Source: Reuters

NOTES: (1) Prices updated as of February 18, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
 - Asian markets are trading mixed on Monday. China is up 1.8%. Japan and South Korea are trading 1.8% and 0.5% higher, respectively. Hong Kong is up 1.5% while India is trading 0.5% lower.
 - GCC markets ended mixed on Sunday. Both Dubai and Abu Dhabi ended 0.6% higher. Kuwait declined 0.9% while Qatar closed 0.7% higher. Oman closed 0.8% lower while Bahrain gained 0.6%.
 - The UAE has increased its holdings of US Treasury bonds by 0.88%, or USD 500mn (AED 1.8bn) M/M, to USD 56.8bn (AED 208bn) in December 2018. (Source: Zawya)
 - The Abu Dhabi Statistics Centre (SCAD) revealed the Health Price Index in Abu Dhabi rose to 103.1 in 4Q18, marking an increase of 3.1% Y/Y, adding that Abu Dhabi has witnessed a remarkable development in the last decade with the opening of many hospitals and international medical centers. (Source: Trade Arabia)
 - The UAE's Federal Tax Authority (FTA) revealed its plan to launch phase two of the "Marking Tobacco and Tobacco Products Scheme" during 4Q19, expanding it to cover tobacco products used in shisha. (Source: Zawya)
 - Kuwait's Capital Markets Authority revealed the initial public offering (IPO) for the remaining 50% of shares in the Kuwaiti bourse will take place in 4Q19 or 1Q20. The statement came after a consortium led by Kuwait's National Investment Co. and including the Athens bourse won a tender to acquire 44% of the Kuwait stock exchange. (Source: Trade Arabia)
 - Dubai's Roads and Transport Authority (RTA) opened a main bridge at the intersection of Expo Road and Al Asayel Street. The bridge is part of Phase Five of the roads network leading to the Expo site. The completion rate of this phase has exceeded 50% and construction will be complete this June 2019. (Source: Trade Arabia)
 - Oman Aviation Group stated it has signed an agreement with the World Ocean Council to share the knowhow, expertise, and opportunities affecting corporate ocean economic platforms. (Source: Zawya)
 - The UAE's Etisalat (ETISALAT UH) plans to cover all of the country with 5G infrastructure. It plans to roll out the next generation network to customers as soon as handsets become available. It added that in 1H19, the firm would construct 300 5G towers while developing 600 5G sites over the rest of the year. (Source: Arabian Business)
 - UAE-based Petrochem Middle East's CEO revealed the firm plans to embark on a string of acquisitions of chemical manufacturing companies in KSA. (Source: Arabian Business)
- ## Coming Up
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 15 (prior: 3.6mn barrels) will be announced on February 21. (Source: Econoday)
 - US jobless claims for the week ended February 16 (prior: 239K; consensus: 225K) will be announced on February 21. (Source: Econoday)
 - Change in Japan's CPI for January 2019 (prior: -0.2% M/M, 0.3% Y/Y) will be announced on February 21. (Source: Econoday)



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